(b) Currently there is no fresh proposal to review these recommendations.

Indo-French Joint Business Council Meeting

2028. SHRI KRISHNA KUMAR BIRLA: Will the Minister of COMMERCE be pleased to state:

(a) whether Indo-French Joint Business Council meeting was held at New Delhi recently;

(b) if so, the details and outcome of the meeting;

(c) whether France has expressed willingness to extend trade and other related ventures with India; and

(d) if so, the reaction of Government in this regard?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI P. CHIDAMBARAM): (a) Yes, Sir. The Xlth meeting of Indo-French Joint Business Council was held in New Delhi on 6.2.95.

(b) to (d) Both Indian and French sides felt an urgent need for strengthening industrial relations between the two countries and noted that there was abundant scope for improvement both in the levels of French Investment in India and Indo-French collaborations. A number of thrust areas were identified in which Indo-French companies could collaborate to their mutual advantage. The two sides also proposed to set up permanent Secretariats in New Delhi and Paris under the auspices of the Indo-French Joint Business Council. The Government supports these initiatives in the context of its general policy of improving economic cooperation with all countries.

Production and Export Targets for Tea for Eighth Plan

2029. SHRI RAHASBIHARI BARIK: Will the Minister of COMMERCE be pleased to state:

(a) the production and export target set for tea during Eighth Plan (year-wise) and the actual achievements made so far;

(b) whether there is vast scope to develop tea industry in the production and export sector;

(c) whether World Bank is keen to finance the tea industry in the country; and

(d) if so, the reaction of Government thereto?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI P. CHIDAMBARAM): (a) Data regarding achievements in production and exports of tea vis-a-vis the targets for 1992-93, 1993-94 and 1994-95 is as follows:

Year	Targets (Million kg)		Achievements (Million kg)	
	Production	Exports	Production	Exports
1992-93	765	210	721.09	180.69
1993-94	730	210	753.53	161.17
1994-95	770	210	699.71*	130.09*
1995-96	780	210	(April 94 to January 95)	

*Estimated

The Tea Board has made production and export projections of 874 M. kgs. and 243 M. kgs. respectively for the terminal year of the current five year plan.

(b) Yes, Sir.

(c) and (d) A proposal has been submitted to the World Bank for financial assistance for the development of tea industry. World Bank have desired to hold further discussions with the Govt. and have requested for a comprehensive working paper on the proposed project.

Expanding Trade Relations with Sri Lanka

2030. SHRI RAHASBIHARI BARIK: Will the Minister of COMMERCE be pleased to state:

(a) whether Government have any proposal to expand trade relation with Sri Lanka;

(b) if so, the areas in which Indo-Sri Lanka trade is going on at present;

(c) the new areas identified for the expansion of Indo-Sri Lanka trade; and

(d) the details thereof?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI P. CHIDAMBARAM): (a) There is no specific proposal as such, but efforts to expand trade relations with Sri Lanka are pursued on an ongoing basis.

(b) Major items of India's export to Sri Lanka include transport equipment, cotton yarn, fabrics & made-ups, machinery & equipments, manufactured goods, drugs & pharmaceuticals, iron & steel, rice, oilmeals, and fruits and vegetables; and major items of India's import from Sri Lanka consist of natural rubber, metal scrap, iron & steel and ptoducts, spices, leather, and chemicals.

(c) and (d) At the recently held meeting of the India-Sri Lanka Sub-Commission on Trade, Finance and Investment, the Sri Lankan side requested, and the Indian side agreed to consider, extension- of preferential trading arrangements for imports from Sri Lanka of several identified items?

Lndo-Bhutan Trade Relations

2031. SHRI RAHASBIHARI BARIK: Will the Minister of COMMERCE be pleased to state:

(a) whether steps have been taken by Government to expand Indo-Bhutan trade relations;

(b) if so, the areas identified therefor;

(c) whether any new trade agreement has been signed by both the countries; and

(d) if so, the details thereof?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI P. CHIDAMBARAM): (a) and (b) There is traditional free trade and commerce between India and Bhutan, aimed at unhindered expansion of bilateral trade.

(c) In order to provide further continuity to the Agreement on Trade and Commerce between India and Bhutan upon its expiry on 1 March, 1995, the two Governments have signed its slightly modified version valid for a period of 10 years starting from 2 March, 1995.

(d) As before, the Agreement provides for: free trade and commerce between the two countries — barring certain restrictions such as for the protection of industries in Bhutan or on entry of goods of third country origin, Bhutan's trade with third countries in transit through Indian territory; bilateral trade to be transacted in local currencies, annual refund in respect of excise duties on goods exported to each other; and mutual consultations.

Effect of Import of Palm Oil on price of Coconut Oil

2032. SHRI SUNDER SINGH BHANDARI: Will the Minister of COMMERCE be pleased to state:

(a) how much has the free import of